

EXHIBIT I
CIGARETTE RESTITUTION FUND & SPECIAL FUND
FISCAL YEAR 2004
(in thousands of \$)

Balance - beginning of fiscal year	49,273
 Sources	
Settlement amounts	183,837
Adjustments:	
Inflation	29,590
Volume reduction	(51,034)
Previously Settled States reduction	(19,844)
Net Settlement payments	<u>142,548</u>
National Arbitration Panel award	6,100
Interest	2,121
From restricted (Special Reserve)	12,998
Legal fees - escrow/payment	<u>(30,000)</u>
Total Sources	133,767
Uses (see detail)	<u>(181,409)</u>
Balance - end of fiscal year	<u><u>1,631</u></u>

EXHIBIT I (CONT.)
CIGARETTE RESTITUTION FUND & SPECIAL FUND
Detail of Planned Uses
Fiscal Year 2004

Crop Conversion

L00 A1210	Agriculture - Marketing and Development	1,060,000
L00 A1213	Agriculture - Tobacco Transition Program	4,040,000 *
	Total	<u>5,100,000</u>

Cancer Prevention/Screening/Treatment and Heart/Lung

M00 F0306	DHMH - Prevention and Disease Control	
	Local Public Health	8,625,390
	Statewide Academic Health Center	
	University of Maryland - Heart and Lung	2,288,000
	University of Maryland Medical Group	13,770,000
	Johns Hopkins Institutions	4,590,000
	Surveillance and Evaluation	1,418,411
	Administration	976,766
	Cancer screening data base	585,000
	Statewide Public Health	570,000
	Total	<u>32,823,567</u>

Tobacco Use Prevention and Cessation Program

M00 F0306	DHMH - Prevention and Disease Control	
	Local Public Health	8,000,000
	Countermarketing	5,939,000
	Statewide Public Health	250,000
	Minority Outreach and Technical Assistance	1,499,755 *
	Administration	546,162
	Total	<u>16,234,917</u>

M00F0306 DHMH - Prevention and Disease Control - Mgmt **584,964**

Drug Addiction

M00 K0202 DHMH - Alcohol and Drug Abuse **17,112,910**

Education

R00 A0304 MSDE - Aid to Non-public Schools **3,000,000**

Medicaid

M00 Q0103 DHMH - Medical Provider Reimbursement **106,553,000**

Total Uses **181,409,358**

* Reflects restriction to the appropriation for the Tobacco Transition Program and current plan to transfer appropriation as authorized in the budget bill.